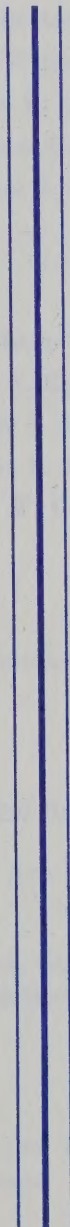


BEAUCE PLACER MINING CO. LTD.

BOYLEN

(No Personal Liability)



Twelfth Annual Report

For the Year Ended December 31st, 1969

Beauce Placer Mining Co. Ltd.

(No Personal Liability)

OFFICERS

M. J. BOYLEN - - - - - *President*
JAMES K. CROWDY - - - - - *Vice-President*
GORDON L. MOORE - - - - - *Secretary-Treasurer*
RAYMOND CARON - - - - - *Assistant-Secretary*
CHARLES B. BRANNIGAN - - - - - *Assistant-Treasurer*

DIRECTORS

M. J. BOYLEN - - - - - Toronto, Ontario
JAMES K. CROWDY - - - - - Montreal, Quebec
ROBERT J. ISAACS - - - - - Islington, Ontario
GORDON L. MOORE - - - - - Islington, Ontario
DAVID W. GORDON - - - - - Toronto, Ontario

HEAD OFFICE

630 Dorchester Boulevard West - Montreal 2, Quebec

EXECUTIVE OFFICE

908 - 330 Bay Street - - - - - Toronto, Ontario

AUDITORS

THORNE, GUNN, HELLIWELL &
CHRISTENSON - - - - - Toronto, Ontario

TRANSFER AGENTS

GUARANTY TRUST COMPANY OF
CANADA - - - - - Toronto, Ontario
and Montreal, Quebec

Beauce Placer Mining Co. Ltd.

(No Personal Liability)

Directors' Report

TO THE SHAREHOLDERS:

The Twelfth Annual Report of the Company, including a copy of its balance sheet, related financial statements, notes relative thereto and the Report of the Auditors for the year ended December 31, 1969, is submitted herewith.

PROVINCE OF QUEBEC

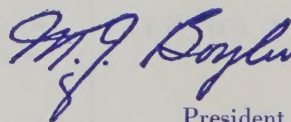
Beauceville

The Beauceville placer gold property in Rigaud-Vaudreuil Seignory, Province of Quebec, has been kept in good standing.

Johan Beetz Township

During the year under review, your Company's property in Johan Beetz Township, Province of Quebec, was abandoned after work on neighbouring grounds failed to support the former geological opinion that an intensive exploration program might result in the discovery of an economic uranium deposit.

On behalf of the Board of Directors,


President.

Toronto, Ontario,
April 20, 1970.

Thorne,
Gunn,
Helliwell
& Christenson

CHARTERED ACCOUNTANTS

AUDITORS' REPORT

To the Shareholders of
Beauce Placer Mining Co. Ltd. (No Personal Liability)

We have examined the balance sheet of Beauce Placer Mining Co. Ltd. (No Personal Liability) as at December 31, 1969 and the statements of deficit, source and application of funds, exploration and development expenditures deferred, and administration and general expenditures deferred for the year then ended and have obtained all the information and explanations we have required. Our examination included a general review of the accounting procedures and such tests of accounting records and other supporting evidence as we considered necessary in the circumstances.

In our opinion, and according to the best of our information and the explanations given to us and as shown by the books of the company, these financial statements are properly drawn up so as to exhibit a true and correct view of the state of the affairs of the company as at December 31, 1969 and the results of its operations and the source and application of its funds for the year then ended, in accordance with generally accepted accounting principles applied on a basis consistent with that of the preceding year.

Thorne, Gunn, Helliwell & Christenson

Chartered Accountants

Toronto, Canada
March 19, 1970

BEAUCE PLACER

(No Person)

(Incorporated under the laws of the Province of Quebec)

Balance Sheet—

(with comparative figures for the year ended December 31, 1967)

ASSETS

	1969	1968
CURRENT ASSETS		
Cash	\$ 93	\$ 17
Accounts receivable	2,079	2,104
Government of Canada bond on deposit with Quebec Securities Commission, at cost (market value 1968, \$751)		1,000
	<u>2,172</u>	<u>3,121</u>
STORES AND SUPPLIES, at cost	<u>9,646</u>	<u>9,646</u>
FIXED ASSETS, at cost		
Land	40,633	40,633
Drilling and automotive equipment, machinery and furniture	51,942	51,942
Dredge and dredging equipment	664,096	664,096
Mining rights and properties, at value assigned by directors to 750,000 fully paid shares (10¢ per share) issued as consideration therefor	75,000	75,000
Value assigned by directors to 300,000 fully paid shares (30¢ per share) issued as consideration for exploration and development expenditure of \$100,275 on the foregoing mining rights and properties	90,000	90,000
Mining properties, at nominal value		1
	<u>921,671</u>	<u>921,672</u>
DEFERRED CHARGES		
Exploration and development expenditures	1,056,710	1,051,559
Administration and general expenditures	525,169	472,514
	<u>1,581,879</u>	<u>1,524,073</u>
	<u>\$2,515,368</u>	<u>\$2,458,512</u>

Approved by the Board:

M. J. BOYLEN, Director.

G. L. MOORE, Director.

MINING CO. LTD.

(Liability)

the laws of Quebec)

December 31, 1969

at December 31, 1968)

LIABILITIES

	1969	1968
CURRENT LIABILITIES		
Accounts payable and accrued liabilities	\$ 47,945	\$ 38,583
5% Notes and accrued interest payable to shareholders	282,102	270,852
5% Unsecured, deferred subordinated promissory notes	207,813	207,813
Accrued interest on subordinated promissory notes	232,478	198,041
7% Demand note and accrued interest payable	41,040	38,520
	<u>811,378</u>	<u>753,809</u>
LONG-TERM LIABILITIES		
6% Deferred demand notes	<u>400,781</u>	<u>400,781</u>

SHAREHOLDERS' EQUITY

CAPITAL STOCK		
Authorized — 5,000,000 shares, par value \$1 each		
Issued — 4,318,134 shares (see note 1)	977,936	977,936
CONTRIBUTED SURPLUS	416,406	416,406
	<u>1,394,342</u>	<u>1,394,342</u>
DEFICIT	91,133	90,420
	<u>1,303,209</u>	<u>1,303,922</u>
	<u>\$2,515,368</u>	<u>\$2,458,512</u>

Beauce Placer Mining Co. Ltd.

(No Personal Liability)

Note to Financial Statements

Year ended December 31, 1969

CAPITAL STOCK

Shares of the company have been issued as follows:

	No. of shares and par value	Discount	Net
For cash	\$3,268,134	\$2,455,198	\$ 812,936
For mining rights and property	750,000	675,000	75,000
For exploration and development	300,000	210,000	90,000
	<u>\$4,318,134</u>	<u>\$3,340,198</u>	<u>\$ 977,936</u>

No shares were issued during the year.

Statement of Deficit

Year ended December 31, 1969
(with comparative figures for 1968)

	1969	1968
Deficit at beginning of year	<u>\$ 90,420</u>	<u>\$ 90,420</u>
<i>Add</i>		
Loss on disposal of Government of Canada bond	301	
Exploration and development expenditures written off	411	
Mining properties abandoned	1	
	<u>713</u>	
Deficit at end of year	<u>\$ 91,133</u>	<u>\$ 90,420</u>

Beauce Placer Mining Co. Ltd.

(No Personal Liability)

Statement of Source and Application of Funds

Year ended December 31, 1969
(with comparative figures for 1968)

	1969	1968
APPLICATION OF FUNDS		
Loss on disposal of Government of Canada bond	\$ 301	
Exploration and development expenditures	5,562	\$ 5,510
Administration and general expenditures	52,655	52,964
Decrease in working capital position	58,518	58,474
Working capital deficiency at beginning of year	750,688	692,214
Working capital deficiency at end of year	<u>\$ 809,206</u>	<u>\$ 750,688</u>

Statement of Exploration and Development Expenditures Deferred

Year ended December 31, 1969

	Balance December 31, 1968	Expendi- tures 1969	Written off 1969	Balance December 31, 1969
Drilling	\$ 183,243			\$ 183,243
Development	530,212			
Baie Johan Beetz area		\$ 180	\$411	529,981
Purchase of land easement	10,536			10,536
Mine overhead and indirect expenditures	333,895			
General insurance		50		
Municipal taxes		309		
Shut down expense		5,261		
		<u>5,620</u>		339,515
	<u>1,057,886</u>	<u>5,800</u>	<u>411</u>	<u>1,063,275</u>
Revenue from wood cutting and land rental	6,327	238		6,565
	<u>\$1,051,559</u>	<u>\$ 5,562</u>	<u>\$411</u>	<u>\$1,056,710</u>

Beauce Placer Mining Co. Ltd.

(No Personal Liability)

Statement of Administration and General Expenditures Deferred

Year ended December 31, 1969

	Balance December 31, 1968	Expenses 1969	Balance December 31, 1969
Advertising	\$ 4,808		\$ 4,808
Bank loan interest	74,319		74,319
Overdraft interest, bank charges and discounts	13,714	(34)	13,680
Corporation taxes	1,476	95	1,571
Engineering and consulting	4,006		4,006
Legal and audit	19,945	450	20,395
Postage, stationery and supplies	7,303	60	7,363
Security and registration expense	2,285		2,285
Listing and sustaining fees	2,795	100	2,895
Telephone and telegraph	5,497	46	5,543
Transfer agent and registrar's fees	6,906	957	7,863
Travelling expense	12,317	69	12,386
Administration	48,000	1,800	49,800
Reports to shareholders	6,916	869	7,785
Payment to widow of former manager	1,000		1,000
General expense	1,172	36	1,208
	<u>212,459</u>	<u>4,448</u>	<u>216,907</u>
Interest on promissory notes	331,018	48,207	379,225
Less accrued interest on notes surrendered and cancelled	70,963		70,963
	<u>260,055</u>	<u>48,207</u>	<u>308,262</u>
	<u>\$ 472,514</u>	<u>\$ 52,655</u>	<u>\$ 525,169</u>

Eastern Placer Mining Co. Ltd. (Incorporated in Canada)

Statement of Assets, Liabilities and Capital for the Year ended December 31, 1928

	1928	1927	1926
Assets			
Fixed Assets	1,000,000	1,000,000	1,000,000
Current Assets	1,000,000	1,000,000	1,000,000
Liabilities			
Capital	1,000,000	1,000,000	1,000,000
Reserves	1,000,000	1,000,000	1,000,000
Provisions	1,000,000	1,000,000	1,000,000
Other Liabilities	1,000,000	1,000,000	1,000,000
Total	4,000,000	4,000,000	4,000,000